

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas

Primary Government Financial Statements
with Independent Auditors' Report

For the Year Ended June 30, 2008

UNIFIED SCHOOL DISTRICT NO. 489, HAYS, KANSAS
Primary Government Financial Statements
with Independent Auditors' Report
For the Year Ended June 30, 2008

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Certified
Public
Accountants

INDEPENDENT AUDITORS' REPORT

To the Board of Education
Unified School District No. 489
Hays, Kansas 67601

We have audited the accompanying financial statements of **Unified School District No. 489, Hays, Kansas**, as of and for the year ended June 30, 2008, which collectively comprise the basic financial statements of the District's primary government as listed in the table of contents. These financial statements are the responsibility of **Unified School District No. 489, Hays, Kansas'** management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the Kansas Municipal Audit Guide. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

The financial statements do not include financial data for the District's legally separate component unit USD No. 489 Foundation for Educational Excellence. Accounting principles generally accepted in the United States of America require the financial data for this component unit to be reported with the financial data of the District's primary government unless the District also issues financial statements for the financial reporting entity that include the financial data for its component unit. The District has not issued such reporting entity financial statements. Because of this departure from accounting principles generally accepted in the United States of America, the cash and unencumbered cash balances of the aggregate blended component unit would have been reported as \$87,480 for the USD No. 489 Foundation for Educational Excellence.

As described more fully in Note 1, **Unified School District No. 489, Hays, Kansas** prepares its financial statements using accounting practices prescribed or permitted by the State of Kansas which practices differ from accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effects of the matters discussed in the two preceding paragraphs, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of **Unified School District No. 489, Hays, Kansas**, as of June 30, 2008, or changes in financial position for the year then ended.

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash and unencumbered cash balances of each fund of **Unified School District No. 489, Hays, Kansas**, as of June 30, 2008, and their respective cash receipts and disbursements and budgetary results for the year then ended, on the basis of accounting described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 8, 2008 on our consideration of **Unified School District No. 489, Hays, Kansas'** internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and important for assessing the results of our audit.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the **Unified School District No. 489, Hays, Kansas'** basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements of **Unified School District No. 489, Hays, Kansas**. The schedule of expenditures of federal awards has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole on the basis of accounting described in Note 1.

Adams, Brown, Beran & Ball

ADAMS, BROWN, BERAN & BALL, CHTD.
Certified Public Accountants

December 8, 2008

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Summary of Cash Receipts, Expenditures, and Unencumbered Cash
For the Year Ended June 30, 2008

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds							
General Fund	(38,093)	-	18,309,073	18,270,980	-	12,970	12,970
Supplemental General Fund	179,352	-	5,432,296	5,437,888	173,760	-	173,760
Special Revenue Funds							
Adult Education Fund	326	-	50	-	376	-	376
At Risk (4 Year Old) Fund	-	-	156,687	156,687	-	345	345
At Risk (K-12) Fund	-	-	1,199,171	1,199,171	-	-	-
Bilingual Education Fund	-	-	60,810	60,810	-	-	-
Capital Outlay Fund	438,512	-	2,416,718	2,756,409	98,821	4,895	103,716
Driver Training Fund	-	-	68,297	68,297	-	2,000	2,000
Declining Enrollment Fund	-	-	543,226	543,226	-	-	-
Extraordinary School Program Fund	96,265	-	134,247	130,397	100,115	-	100,115
Food Service Fund	234,189	145	1,379,474	1,405,017	208,646	546	209,192
Professional Development Fund	3	-	25,000	25,000	148	150	298
Parent Education Program Fund	-	-	369,587	369,587	-	2,653	2,653
Summer School Fund	4	-	8,066	8,070	-	441	441
Special Education Fund	-	-	4,220,750	4,215,124	5,626	-	5,626
Vocational Education Fund	-	-	918,741	918,741	-	1,813	1,813
KPERS Special Retirement Contribution Fund	-	-	1,526,622	1,526,622	-	-	-
Coop Special Education Fund	143,855	33	6,860,513	6,845,902	158,499	682	159,181
Recreation Commission Fund	-	-	757,059	757,059	-	-	-
Recreation Commission Employee Benefits Fund	462	-	87,238	83,824	3,414	-	3,414
O'Loughlin Pre-School Fund	-	-	56,364	49,892	6,934	-	6,934
Head Start Fund	-	-	849,500	859,193	(9,693)	-	903
Early Head Start Fund	(50,903)	-	671,050	667,755	(47,608)	10,596	(33,222)
Title I Fund	-	-	367,069	367,069	-	1,563	1,563
Title I Carryover Fund	-	-	11,000	11,000	-	-	-
Title I Migrant Fund	-	-	67,200	67,200	-	22,454	22,454
Title IV Safe and Drug Free Schools Fund	-	-	10,603	10,603	-	-	-
Title V Innovative Programs Fund	-	-	4,753	4,753	-	-	-
Title II A Teacher Quality Fund	-	-	142,637	142,641	(4)	2,075	2,071
Title II D Education Technology Fund	-	-	4,051	4,051	-	-	-
Miscellaneous Mini Grants Fund	14,753	-	5,883	10,514	10,122	985	11,107
Smart Start 2007 Grant Fund	(106,259)	-	276,530	204,382	(34,111)	-	(34,111)
Smart Start 2008 Grant Fund	-	-	148,475	205,117	(56,642)	590	(56,052)
ECMH Grant Fund	-	-	39,361	52,400	(13,039)	1,989	(11,050)
District Activity Funds	286,365	-	708,152	683,508	311,009	7,185	318,194
Balance Carried Forward	\$ 1,198,831	178	47,836,253	48,118,889	916,373	88,318	1,004,691

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Summary of Cash Receipts, Expenditures, and Unencumbered Cash
For the Year Ended June 30, 2008

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Balance Brought Forward	\$ 1,198,831	178	47,836,253	48,118,889	916,373	88,318	1,004,691
Capital Project Fund							
Capital Project - Bus Barn	(278,875)	-	334,863	55,988	-	-	-
Debt Service Funds							
Bond and Interest Fund	690,735	-	793,097	756,358	727,474	-	727,474
No Fund Warrant Fund	50,115	-	117,045	167,160	-	-	-
Total Primary Government (Excluding Agency Funds)	\$ 1,650,806	178	49,081,258	49,098,395	1,643,847	88,318	1,732,165
			Composition of Cash:				
			Checking Accounts			\$	391,822
			Savings Accounts				1,413,915
			Total Cash				1,805,437
			Agency Funds Per Statement 4				(73,272)
			Total Primary Government (Excluding Agency Funds)			\$	1,732,165

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Summary of Expenditures - Actual and Budget
For the Year Ended June 30, 2008

Funds	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Favorable (Unfavorable)
Governmental Type Funds						
General Fund	\$ 18,329,247	(81,356)	23,089	18,270,980	18,270,980	-
Supplemental General Fund	5,437,888	-	-	5,437,888	5,437,888	-
Special Revenue Funds						
Adult Education Fund	1,325	-	-	1,325	-	1,325
At Risk (4 Year Old) Fund	156,687	-	-	156,687	156,687	-
At Risk (K-12) Fund	1,199,171	-	-	1,199,171	1,199,171	-
Bilingual Education Fund	60,810	-	-	60,810	60,810	-
Capital Outlay Fund	2,754,042	-	10,481	2,764,523	2,756,409	8,114
Driver Training Fund	68,297	-	-	68,297	68,297	-
Declining Enrollment Fund	527,653	-	-	527,653	543,226	(15,573)
Extraordinary School Program Fund	241,000	-	-	241,000	130,397	110,603
Food Service Fund	1,649,389	-	-	1,649,389	1,405,017	244,372
Professional Development Fund	25,001	-	-	25,001	25,000	1
Parent Education Program Fund	369,587	-	-	369,587	369,587	-
Summer School Fund	8,073	-	-	8,073	8,070	3
Special Education Fund	4,721,383	-	-	4,721,383	4,215,124	506,259
Vocational Education Fund	919,217	-	-	919,217	918,741	476
KPERS Special Retirement Contribution Fund	1,656,435	-	-	1,656,435	1,526,622	129,813
Coop Special Education Fund	7,353,924	-	-	7,353,924	6,845,902	508,022
Recreation Commission Fund	784,753	-	-	784,753	757,059	27,694
Recreation Commission Employee Benefits Fund	88,824	-	-	88,824	83,824	5,000
Debt Service Funds						
Bond and Interest Fund	756,383	-	-	756,383	756,358	25
No Fund Warrant Fund	168,894	-	-	168,894	167,160	1,734

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489

Hays, Kansas

General Fund

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2008

(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues	\$ 3,963,639	4,161,922	4,068,158	93,764
Intergovernmental Revenue				
Equalization Aid	10,899,501	11,235,674	11,310,118	(74,444)
Mineral Production Tax	34,075	34,366	34,100	266
State Aid	7,027	7,000	-	7,000
Special Education State Aid	2,348,577	2,854,022	2,916,840	(62,818)
Federal Aid	20,000	-	-	-
Other Sources				
Reimbursements	38,424	16,089	-	16,089
Total Cash Receipts	17,311,243	18,309,073	18,329,216	(20,143)
Expenditures				
Instruction				
Salaries and Benefits	4,678,554	4,215,225	4,323,460	108,235
Purchased Services	78,703	72,983	66,193	(6,790)
Supplies	289,309	268,376	270,883	2,507
Textbooks and Software	52,904	126,533	50,925	(75,608)
Other Expenditures	17,963	16,869	10,725	(6,144)
Total Instruction	5,117,433	4,699,986	4,722,186	22,200
Student Support Services				
Salaries and Benefits	652,334	674,655	658,474	(16,181)
Purchased Services	11,391	12,829	11,581	(1,248)
Supplies	2,684	3,396	2,870	(526)
Total Student Support Services	666,409	690,880	672,925	(17,955)
Expenditures Carried Forward	\$ 5,783,842	5,390,866	5,395,111	4,245

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
General Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2008
(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Expenditures Brought Forward	\$ 5,783,842	5,390,866	5,395,111	4,245
Instructional Support Services				
Salaries and Benefits	500,032	630,003	502,853	(127,150)
Purchased Services	16,883	19,285	12,068	(7,217)
Supplies	42,184	27,489	40,770	13,281
Total Instruct. Support Services	559,099	676,777	555,691	(121,086)
General Administration				
Salaries and Benefits	614,784	622,753	616,732	(6,021)
Purchased Services	95,683	90,699	87,549	(3,150)
Supplies	13,861	15,148	14,110	(1,038)
Other Expenditures	14,142	14,657	13,218	(1,439)
Total General Administration	738,470	743,257	731,609	(11,648)
School Administration				
Salaries and Benefits	1,745,141	1,854,961	1,735,566	(119,395)
Purchased Services	52,787	41,947	37,150	(4,797)
Supplies	12,196	12,901	13,850	949
Total School Administration	1,810,124	1,909,809	1,786,566	(123,243)
Operations & Maintenance				
Salaries and Benefits	877,829	896,223	882,058	(14,165)
Purchased Services	260,144	233,429	276,531	43,102
Supplies	137,401	143,815	124,253	(19,562)
Utilities	614,655	671,017	581,153	(89,864)
Total Operations & Maintenance	1,890,029	1,944,484	1,863,995	(80,489)
Expenditures Carried Forward	\$ 10,781,564	10,665,193	10,332,972	(332,221)

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489

Hays, Kansas

General Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2008

(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Expenditures Brought Forward	\$ 10,781,564	10,665,193	10,332,972	(332,221)
Student Transportation Services				
Salaries and Benefits	533,289	588,627	540,124	(48,503)
Purchased Services	91,786	82,684	95,231	12,547
Supplies	47,034	69,755	42,800	(26,955)
Motor Fuel	104,842	136,806	95,842	(40,964)
Equipment	75	3,154	955	(2,199)
Other Expenditures	3,683	4,434	4,050	(384)
Total Student Trans. Services	780,709	885,460	779,002	(106,458)
Other Supplemental Services				
Salaries and Benefits	103,589	105,113	104,597	(516)
Purchased Services	4,834	3,990	4,000	10
Other Expenditures	1,283	2,460	1,000	(1,460)
Total Other Supp. Services	109,706	111,563	109,597	(1,966)
Operating Transfers				
Bilingual Education	59,871	60,810	60,810	-
Driver Training	23,175	25,577	22,141	(3,436)
Professional Development	21,720	21,935	22,500	565
Parent Education Program	42,738	42,738	42,738	-
Summer School	3,620	6,216	6,670	454
Special Education	3,479,766	4,220,750	4,721,383	500,633
Vocational Education	758,722	890,680	891,176	496
At Risk (4 Year Old)	163,339	156,687	156,687	-
At Risk (K-12)	1,054,145	1,183,371	1,183,571	200
Total Operating Transfers	5,607,096	6,608,764	7,107,676	498,912
Adjustment to Comply with Legal Max	-	-	(81,356)	(81,356)
Legal General Fund Budget Carried Forward	\$ 17,279,075	18,270,980	18,247,891	(23,089)

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
General Fund

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2008
(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Legal General Fund Budget Carried Forward	\$ 17,279,075	18,270,980	18,247,891	(23,089)
(a) Adjustment for Qualifying Budget Credit	-	-	23,089	23,089 (a)
Total Expenditures	17,279,075	18,270,980	18,270,980	-
Receipts Over (Under) Expenditures	32,168	38,093		
Unencumbered Cash, July 1	(70,290)	(38,093)		
Prior Year Cancelled Encumbrances	29	-		
Unencumbered Cash, June 30	\$ (38,093)	-		
(a) Adjustment for Qualifying Budget Credit		\$ 7,000		
State Aid Over Amount Budgeted		16,089		
Reimbursements Over Amount Budgeted		\$ 23,089		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
 Hays, Kansas
 Supplemental General Fund
 Statement of Cash Receipts and Expenditures - Actual and Budget
 For the Year Ended June 30, 2008
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues	\$ 4,575,330	4,662,835	4,435,405	227,430
Intergovernmental Revenue				
Equalization Aid	726,202	769,461	766,742	2,719
Total Cash Receipts	5,301,532	5,432,296	5,202,147	230,149
Expenditures				
Instruction	5,148,388	5,432,332	5,432,332	-
General Administration	17,217	5,556	5,556	-
Total Expenditures	5,165,605	5,437,888	5,437,888	-
Receipts Over (Under) Expenditures	135,927	(5,592)		
Unencumbered Cash, July 1	43,425	179,352		
Unencumbered Cash, June 30	\$ 179,352	173,760		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489

Hays, Kansas

Adult Education Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2008

(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Tuition Fees	\$ 326	50	1,000	(950)
Expenditures				
Instruction	-	-	1,325	1,325
Receipts Over (Under) Expenditures	326	50		
Unencumbered Cash, July 1	-	326		
Unencumbered Cash, June 30	\$ 326	376		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
At Risk (4 Year Old) Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2008
(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Other Sources				
Operating Transfers	\$ 163,339	156,687	156,687	-
Expenditures				
Instruction	163,339	156,687	156,687	-
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, July 1	-	-		
Unencumbered Cash, June 30	\$ -	-		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489

Hays, Kansas

At Risk (K-12) Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2008

(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Other Sources				
Tuition Fees	\$ 15,560	15,800	15,600	200
Operating Transfers	1,054,145	1,183,371	1,183,571	(200)
Total Cash Receipts	1,069,705	1,199,171	1,199,171	-
Expenditures				
Instruction	766,750	887,423	886,658	(765)
Student Support Services	225,763	231,245	232,398	1,153
School Administration	77,192	80,503	80,115	(388)
Total Expenditures	1,069,705	1,199,171	1,199,171	-
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, July 1	-	-		
Unencumbered Cash, June 30	\$ -	-		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Bilingual Education Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2008
(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Other Sources				
Operating Transfers	\$ 59,871	60,810	60,810	-
Expenditures				
Instruction	59,871	60,810	60,810	-
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, July 1	-	-		
Unencumbered Cash, June 30	\$ -	-		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489

Hays, Kansas

Capital Outlay Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2008

(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues	\$ 1,956,636	2,019,112	1,959,275	59,837
Intergovernmental Revenue				
Federal Aid	41,946	10,481	-	10,481
State Aid	70,478	18,316	18,275	41
Other Sources				
Interest on Idle Funds	29,748	45,916	250,000	(204,084)
Sale of Assets	386,869	62,098	-	62,098
Refund - Computer Lease	-	108,243	-	108,243
Operating Transfers	-	110,849	-	110,849
Miscellaneous Income	29,420	41,703	85,677	(43,974)
Total Cash Receipts	<u>2,515,097</u>	<u>2,416,718</u>	<u>2,313,227</u>	<u>103,491</u>
Expenditures				
Instruction	1,041,528	1,561,827	1,441,400	(120,427)
Central Services	34,608	34,608	35,000	392
Operations & Maintenance	133,434	113,021	124,600	11,579
Other Support Services	125,031	140,492	108,000	(32,492)
Facility Acquisition and Construction	882,664	906,461	1,045,042	138,581
(a) Adjustment for Qualifying Budget Credit	-	-	10,481	10,481 (a)
Total Expenditures	<u>2,217,265</u>	<u>2,756,409</u>	<u>2,764,523</u>	<u>8,114</u>
Receipts Over (Under) Expenditures	297,832	(339,691)		
Unencumbered Cash, July 1	<u>140,680</u>	<u>438,512</u>		
Unencumbered Cash, June 30	\$ <u>438,512</u>	<u>98,821</u>		
(a) Adjustment for Qualifying Budget Credit				
Federal Aid Over Amount Budgeted		\$ <u>10,481</u>		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Driver Training Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2008
(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Intergovernmental Revenue				
State Aid	\$ 12,314	16,390	16,956	(566)
 Other Sources				
Fees	29,219	26,330	29,200	(2,870)
Operating Transfers	23,175	25,577	22,141	3,436
 Total Cash Receipts	64,708	68,297	68,297	-
 Expenditures				
Instruction	64,709	68,297	68,297	-
 Receipts Over (Under) Expenditures	(1)	-		
 Unencumbered Cash, July 1	1	-		
 Unencumbered Cash, June 30	\$ -	-		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Declining Enrollment Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2008
(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues	\$ 492,300	539,842	524,269	15,573
Intergovernmental Revenue				
State Aid	12,376	3,384	3,384	-
Total Cash Receipts	504,676	543,226	527,653	15,573
Expenditures				
State Payment	504,676	543,226	527,653	(15,573)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, July 1	-	-		
Unencumbered Cash, June 30	\$ -	-		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
 Hays, Kansas
 Extraordinary School Program Fund
 Statement of Cash Receipts and Expenditures - Actual and Budget
 For the Year Ended June 30, 2008
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Other Sources				
Tuition Fees	\$ 126,618	134,247	250,000	(115,753)
Expenditures				
Instruction	2,972	2,618	55,000	52,382
Student Support Services	146,839	127,779	186,000	58,221
Total Expenditures	149,811	130,397	241,000	110,603
Receipts Over (Under) Expenditures	(23,193)	3,850		
Unencumbered Cash, July 1	119,458	96,265		
Unencumbered Cash, June 30	\$ 96,265	100,115		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489

Hays, Kansas

Food Service Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2008

(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Food Service Receipts	\$ 706,195	706,692	887,095	(180,403)
Intergovernmental Revenue				
State Aid	17,237	17,223	16,973	250
Federal Aid	558,281	600,266	490,132	110,134
Other Sources				
Interest on Idle Funds	20,333	16,645	21,000	(4,355)
Miscellaneous Income	38,463	38,648	-	38,648
Total Cash Receipts	<u>1,340,509</u>	<u>1,379,474</u>	<u>1,415,200</u>	<u>(35,726)</u>
Expenditures				
Operations & Maintenance	48,512	50,208	40,211	(9,997)
Food Service Operation	<u>1,273,507</u>	<u>1,354,809</u>	<u>1,609,178</u>	<u>254,369</u>
Total Expenditures	<u>1,322,019</u>	<u>1,405,017</u>	<u>1,649,389</u>	<u>244,372</u>
Receipts Over (Under) Expenditures	18,490	(25,543)		
Unencumbered Cash, July 1	<u>215,699</u>	<u>234,189</u>		
Unencumbered Cash, June 30	\$ <u>234,189</u>	<u>208,646</u>		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Professional Development Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2008
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Intergovernmental Revenue				
State Aid	\$ 3,200	3,065	2,500	565
Other Sources				
Operating Transfers	21,720	21,935	22,500	(565)
Total Cash Receipts	24,920	25,000	25,000	-
Expenditures				
Instructional Support Services	24,919	25,000	25,001	1
Receipts Over (Under) Expenditures	1	-		
Unencumbered Cash, July 1	2	3		
Prior Year Cancelled Encumbrances	-	145		
Unencumbered Cash, June 30	\$ 3	148		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Parent Education Program Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2008
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Intergovernmental Revenue				
State Aid	\$ 223,992	223,992	223,992	-
Other Sources				
Out of District Local Match	8,000	8,000	8,000	-
Reimbursements	94,857	94,857	94,857	-
Operating Transfers	42,738	42,738	42,738	-
Total Cash Receipts	<u>369,587</u>	<u>369,587</u>	<u>369,587</u>	<u>-</u>
Expenditures				
Student Support Services	365,571	366,673	369,587	2,914
Instructional Support Services	4,016	2,914	-	(2,914)
Total Expenditures	<u>369,587</u>	<u>369,587</u>	<u>369,587</u>	<u>-</u>
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, July 1	-	-		
Unencumbered Cash, June 30	\$ -	-		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489

Hays, Kansas

Summer School Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2008

(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Other Sources				
Tuition Fees	\$ 1,400	1,850	1,400	450
Operating Transfers	3,620	6,216	6,670	(454)
Total Cash Receipts	5,020	8,066	8,070	(4)
Expenditures				
Instruction	1,691	2,367	2,310	(57)
School Administration	5,477	5,703	5,763	60
Total Expenditures	7,168	8,070	8,073	3
Receipts Over (Under) Expenditures	(2,148)	(4)		
Unencumbered Cash, July 1	2,152	4		
Unencumbered Cash, June 30	\$ 4	-		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489

Hays, Kansas

Special Education Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2008

(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Other Sources				
Interest on Idle Funds	\$ 175,000	-	-	-
Operating Transfers	3,479,766	4,220,750	4,721,383	(500,633)
Total Cash Receipts	3,654,766	4,220,750	4,721,383	(500,633)
Expenditures				
Instruction	1,734	-	-	-
Special Area Administration Services	90	-	-	-
Student Transportation Services	169,364	168,791	174,365	5,574
Operating Transfers	3,483,767	4,046,333	4,547,018	500,685
Total Expenditures	3,654,955	4,215,124	4,721,383	506,259
Receipts Over (Under) Expenditures	(189)	5,626		
Unencumbered Cash, July 1	189	-		
Unencumbered Cash, June 30	\$ -	5,626		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489

Hays, Kansas

Vocational Education Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2008

(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Intergovernmental Revenue				
Federal Aid	\$ 30,107	28,041	28,041	-
State Aid	-	20	-	20
Other Sources				
Operating Transfers	758,722	890,680	891,176	(496)
Total Cash Receipts	788,829	918,741	919,217	(476)
Expenditures				
Instruction	788,829	918,741	919,217	476
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, July 1	-	-		
Unencumbered Cash, June 30	\$ -	-		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
KPERS Special Retirement Contribution Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2008
(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Intergovernmental Revenue				
State Aid	\$ 1,357,734	1,526,622	1,656,435	(129,813)
Expenditures				
Instruction	909,682	1,022,836	1,118,772	95,936
Student Support Services	54,309	76,331	81,464	5,133
Instructional Support Services	67,887	76,331	81,464	5,133
General Administration	27,154	61,065	65,171	4,106
School Administration	67,887	106,864	114,051	7,187
Other Supplemental Services	40,732	15,266	16,293	1,027
Operations & Maintenance	67,887	76,331	81,464	5,133
Student Transportation Services	54,309	45,799	48,878	3,079
Food Service	67,887	45,799	48,878	3,079
Total Expenditures	1,357,734	1,526,622	1,656,435	129,813
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, July 1	-	-		
Unencumbered Cash, June 30	\$ -	-		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Coop Special Education Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2008
(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Intergovernmental Revenue				
State Aid	\$ 2,750	4,633	-	4,633
Federal Aid	873,175	876,778	875,489	1,289
Medicaid	351,957	167,943	150,000	17,943
Other Sources				
Interest on Idle Funds	-	100,000	-	100,000
Out of District Tuition	803,889	772,311	2,138,247	(1,365,936)
Reimbursed Equalization Aid	752,674	891,415	-	891,415
Operating Transfers	3,483,767	4,046,333	4,046,333	-
Miscellaneous	348	1,100	-	1,100
Total Cash Receipts	<u>6,268,560</u>	<u>6,860,513</u>	<u>7,210,069</u>	<u>(349,556)</u>
Expenditures				
Instruction	5,260,879	5,514,888	5,790,743	275,855
Student Support Services	897,762	919,443	925,956	6,513
Instructional Support Services	13,623	7,461	15,000	7,539
Special Area Administration Services	316,489	295,901	305,764	9,863
School Administration	104,650	108,159	110,007	1,848
Operations & Maintenance	197	50	206,454	206,404
Total Expenditures	<u>6,593,600</u>	<u>6,845,902</u>	<u>7,353,924</u>	<u>508,022</u>
Receipts Over (Under) Expenditures	(325,040)	14,611		
Unencumbered Cash, July 1	468,895	143,855		
Prior Year Cancelled Encumbrances	-	33		
Unencumbered Cash, June 30	\$ <u>143,855</u>	<u>158,499</u>		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Recreation Commission Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2008
(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues	\$ 726,527	757,059	734,753	22,306
Other Sources				
Miscellaneous Income	-	-	50,000	(50,000)
Total Cash Receipts	726,527	757,059	784,753	(27,694)
Expenditures				
Community Service Operations	726,527	757,059	784,753	27,694
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, July 1	-	-		
Unencumbered Cash, June 30	\$ -	-		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
 Hays, Kansas
 Recreation Commission Employee Benefits Fund
 Statement of Cash Receipts and Expenditures - Actual and Budget
 For the Year Ended June 30, 2008
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues	\$ 110,350	87,238	83,824	3,414
Other Sources				
Miscellaneous Income	-	-	5,000	(5,000)
Total Cash Receipts	110,350	87,238	88,824	(1,586)
Expenditures				
Community Service Operations	110,350	83,824	88,824	5,000
Receipts Over (Under) Expenditures	-	3,414		
Unencumbered Cash, July 1	-	-		
Unencumbered Cash, June 30	\$ -	3,414		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
 Hays, Kansas
 O'Loughlin Pre-School Fund
 Statement of Cash Receipts and Expenditures - Actual
 For the Year Ended June 30, 2008
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Other Sources	\$ 39,156	56,364
Tuition Fees		
Expenditures	45,480	49,892
Instruction	(6,324)	6,472
Receipts Over (Under) Expenditures	6,786	462
Unencumbered Cash, July 1	462	6,934
Unencumbered Cash, June 30	\$ 462	6,934

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Head Start Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended June 30, 2008
(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental Revenue	\$ 866,005	849,500
Federal Aid		
Expenditures	779,526	790,644
Instruction	66,272	68,549
School Administration		
Total Expenditures	845,798	859,193
Receipts Over (Under) Expenditures	20,207	(9,693)
Unencumbered Cash, July 1	(20,207)	-
Unencumbered Cash, June 30	\$ -	(9,693)

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Early Head Start Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended June 30, 2008
(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental Revenue	\$ 697,301	671,050
Federal Aid		
Expenditures	649,357	634,380
Instruction	32,954	33,375
School Administration		
Total Expenditures	682,311	667,755
Receipts Over (Under) Expenditures	14,990	3,295
Unencumbered Cash, July 1	(65,893)	(50,903)
Unencumbered Cash, June 30	\$ (50,903)	(47,608)

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489

Hays, Kansas

Title I Fund

Statement of Cash Receipts and Expenditures - Actual

For the Year Ended June 30, 2008

(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental Revenue	\$ 406,759	367,069
Federal Aid		
Expenditures		
Instruction	395,372	356,487
General Administration	11,387	10,582
Total Expenditures	406,759	367,069
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, July 1	-	-
Unencumbered Cash, June 30	\$ -	-

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Title I Carryover Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended June 30, 2008
(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental Revenue	\$ 14,000	11,000
Federal Aid		
Expenditures	14,000	11,000
Instruction		
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, July 1	-	-
Unencumbered Cash, June 30	\$ -	-

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Title I Migrant Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended June 30, 2008
(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental Revenue	\$ 47,410	67,200
Federal Aid		
Expenditures	47,410	67,200
Instruction		
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, July 1	-	-
Unencumbered Cash, June 30	\$ -	-

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
 Hays, Kansas
 Title IV Safe and Drug Free Schools Fund
 Statement of Cash Receipts and Expenditures - Actual
 For the Year Ended June 30, 2008
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental Revenue	\$ 12,374	10,603
Federal Aid		
Expenditures	12,374	10,603
Instruction		
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, July 1	-	-
Unencumbered Cash, June 30	\$ -	-

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Title V Innovative Programs Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended June 30, 2008
(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental Revenue	\$ 4,878	4,753
Federal Aid		
Expenditures	4,878	4,753
Instruction		
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, July 1	-	-
Unencumbered Cash, June 30	\$ -	-

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Title II A Teacher Quality Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended June 30, 2008
(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental Revenue	\$ 145,816	142,637
Federal Aid		
Expenditures	145,816	142,641
Instruction	-	(4)
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, July 1	-	-
Unencumbered Cash, June 30	\$ -	(4)

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
 Hays, Kansas
 Title II D Education Technology Fund
 Statement of Cash Receipts and Expenditures - Actual
 For the Year Ended June 30, 2008
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental Revenue	\$ 4,081	4,051
Federal Aid		
Expenditures	4,081	4,051
Instruction		
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, July 1	-	-
Unencumbered Cash, June 30	\$ -	-

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Miscellaneous Mini Grants Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended June 30, 2008
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Other Sources	\$ 11,790	5,883
Public Grants		
Expenditures	21,369	10,514
Instruction	(9,579)	(4,631)
Receipts Over (Under) Expenditures	24,332	14,753
Unencumbered Cash, July 1	14,753	10,122
Unencumbered Cash, June 30	\$ 14,753	10,122

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
 Hays, Kansas
 EETT Technology Grant Fund
 Statement of Cash Receipts and Expenditures - Actual
 For the Year Ended June 30, 2008
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental Revenue	\$ 40,000	-
Federal Aid		
Expenditures	45,763	-
Instructional Support Services	(5,763)	-
Receipts Over (Under) Expenditures	5,763	-
Unencumbered Cash, July 1	-	-
Unencumbered Cash, June 30	\$ -	-

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
 Hays, Kansas
 Smart Start 2006 Grant Fund
 Statement of Cash Receipts and Expenditures - Actual
 For the Year Ended June 30, 2008
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental Revenue	\$ 327,192	-
State Aid		
Expenditures	210,032	-
Instruction	18,952	-
Instructional Support Services		
Total Expenditures	228,984	-
Receipts Over (Under) Expenditures	98,208	-
Unencumbered Cash, July 1	(98,208)	-
Unencumbered Cash, June 30	\$ -	-

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Smart Start 2007 Grant Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended June 30, 2008
(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental Revenue	\$ 143,465	276,530
State Aid		
Expenditures	220,200	188,272
Instruction	29,524	16,110
Instructional Support Services		
Total Expenditures	249,724	204,382
Receipts Over (Under) Expenditures	(106,259)	72,148
Unencumbered Cash, July 1	-	(106,259)
Unencumbered Cash, June 30	\$ (106,259)	(34,111)

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Smart Start 2008 Grant Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended June 30, 2008
(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental Revenue	\$ -	148,475
State Aid		
Expenditures	-	178,989
Instruction	-	26,128
Instructional Support Services		
Total Expenditures	-	205,117
Receipts Over (Under) Expenditures	-	(56,642)
Unencumbered Cash, July 1	-	-
Unencumbered Cash, June 30	\$ -	(56,642)

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489

Hays, Kansas

ECMH Grant Fund

Statement of Cash Receipts and Expenditures - Actual

For the Year Ended June 30, 2008

(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental Revenue	\$ -	36,961
State Aid		
Other Sources	-	2,400
Reimbursements		
	-	39,361
Total Cash Receipts		
Expenditures		
Instructional Support Services	-	52,400
	-	(13,039)
Receipts Over (Under) Expenditures		
	-	-
Unencumbered Cash, July 1		
	\$ -	(13,039)
Unencumbered Cash, June 30		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Capital Project - Bus Barn
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended June 30, 2008
(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Other Sources	\$ 452,270	334,863
Insurance Reimbursements		
Expenditures	731,145	55,988
Capital Outlay	(278,875)	278,875
Receipts Over (Under) Expenditures	-	(278,875)
Unencumbered Cash, July 1	-	-
Unencumbered Cash, June 30	\$ (278,875)	-

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Agency Funds
Summary of Cash Receipts and Cash Disbursements
For the Year Ended June 30, 2008

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Student Activity Funds				
High School				
Class of 2007	\$ 1,474	-	516	958
Class of 2008	38	4,862	1,035	3,865
Class of 2009	3,676	3,336	4,741	2,271
Class of 2010	1,636	3,271	439	4,468
Class of 2011	-	2,762	100	2,662
Project Graduation	-	5,280	5,280	-
BPA	2,107	10,172	10,622	1,657
DECA	300	27,389	22,546	5,143
Concessions	2,000	11,804	11,804	2,000
Weight Lifting Club	160	127	193	94
FFA	7,686	21,978	18,394	11,270
National Honor Society	1,778	1,843	633	2,988
Spanish	-	441	269	172
Science Club	7,406	4,208	5,547	6,067
Spirit Club	124	960	802	282
STUCO	3,518	11,183	12,497	2,204
International Club	2,810	5,973	7,448	1,335
Peer Team	147	500	168	479
Helping Hands	4,619	7,950	8,962	3,607
Total High School	<u>39,479</u>	<u>124,039</u>	<u>111,996</u>	<u>51,522</u>
Felten Middle School				
6th Grade	261	560	491	330
8th Grade	282	-	33	249
8th Grade Recognition	3,850	2,565	2,138	4,277
Cheerleader	2,285	8,890	9,498	1,677
Dance Team	149	-	149	-
Natural Helpers	737	2,786	2,771	752
Spirit Club	6,665	6,051	7,135	5,581
STUCO	2,727	1,020	1,409	2,338
Builders Club	197	1,662	1,428	431
F.O.R.	-	496	-	496
Character Education	854	149	140	863
Total Felten Middle School	<u>18,007</u>	<u>24,179</u>	<u>25,192</u>	<u>16,994</u>
Kennedy Middle School				
Cheerleaders/Pep Club	31	3,900	2,616	1,315
8th Grade Recognition	317	1,617	1,706	228
Spirit Club	-	111	56	55
STUCO	73	9,045	8,398	720
Dance Team	241	2,349	2,589	1
Total Kennedy Middle School	<u>662</u>	<u>17,022</u>	<u>15,365</u>	<u>2,319</u>
Washington Grade School				
STUCO	2,059	451	73	2,437
Total Student Activity Funds	<u>\$ 60,207</u>	<u>165,691</u>	<u>152,626</u>	<u>73,272</u>

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
District Activity Funds
Statement of Cash Receipts, Expenditures, and Unencumbered Cash
For the Year Ended June 30, 2008

Fund	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts						
High School	\$ 36,650	227,583	233,916	30,317	5,965	36,282
Athletics	16,599	17,174	12,911	20,862	46	20,908
Musical						
	53,249	244,757	246,827	51,179	6,011	57,190
Total High School						
Felten Middle School						
Athletics	7,385	34,745	34,921	7,209	-	7,209
Kennedy Middle School						
Athletics	-	3,523	2,601	922	-	922
Total Gate Receipts	60,634	283,025	284,349	59,310	6,011	65,321
School Projects						
High School						
Band	2,173	9,533	9,918	1,788	-	1,788
Chamber Singers	12,935	20,577	13,320	20,192	-	20,192
Publications/Journalism	32,934	28,031	30,359	30,608	-	30,608
Band Club	3,675	7,436	5,267	5,844	-	5,844
Orchestra Instruments	406	1,750	1,646	510	-	510
HHS Vocal	3,639	9,845	9,504	3,980	-	3,980
Vocal Club	16,357	20,000	17,431	18,926	-	18,926
Orchestra	2,135	5,688	6,910	913	-	913
Ben Gibson Music Memorial	245	750	-	995	-	995
Band Memorials	-	1,865	-	1,865	-	1,865
Athletic Foundations	14,627	15,751	11,875	18,503	223	18,726
Hays City Shootout	376	19,098	19,474	-	-	-
Basketball Clinic	85	4,577	2,980	1,682	126	1,808
Drama	1,442	2,102	1,866	1,658	-	1,658
Dance Student ID Fee	50	35	-	85	-	85
Debate/Forensics	-	685	324	361	-	361
Hays High Industrial Tech Association	2,988	15,306	14,537	3,757	-	3,757
Welding Metals Tech	-	457	442	15	-	15
Video	3,966	6,137	5,982	4,121	333	4,454
Science Breakage	268	53	-	321	-	321
Special Woods	3,156	1,319	2,197	2,278	-	2,278
Business	706	500	335	871	-	871
Stitch N'Design	14	774	482	306	-	306
State Tax	1,996	13,755	14,317	1,434	-	1,434
HHS Ath Adv Fund	50	-	50	-	-	-
Athletic Equipment	-	5,234	5,165	69	-	69
Athletic Supplies	818	859	1,048	629	-	629
Athletic Officials	70	23,928	23,998	-	-	-
Science Olympiad	-	655	503	152	-	152
Crafts/Leisure	196	200	318	78	-	78
Psychology	2,117	-	1,909	208	382	590
Web Team	1,053	8,210	8,281	982	-	982
ESL	70	200	130	140	-	140
FFA Memorial	1,043	-	-	1,043	-	1,043
Alex Santos Memorial	-	300	-	300	-	300
Science Lab Books	449	1,105	771	783	-	783
Newspaper	3	1,422	103	1,322	-	1,322
Library	91	318	253	156	-	156
School Improvements	1,422	36,695	37,092	1,025	110	1,135
Guidance Office	330	2,011	2,291	50	-	50
Orchestra Scholarship	134	161	-	295	-	295
Total High School	112,019	267,322	251,098	128,243	1,174	129,417
Balance Carried Forward	\$ 112,019	267,322	251,098	128,243	1,174	129,417

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
District Activity Funds
Statement of Cash Receipts, Expenditures, and Unencumbered Cash
For the Year Ended June 30, 2008

Fund	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Balance Brought Forward	\$ 112,019	267,322	251,098	128,243	1,174	129,417
Felten Middle School						
Band	3,218	4,789	4,294	3,713	-	3,713
Vocal	774	3,859	4,474	159	-	159
Orchestra	79	100	110	69	-	69
Yearbook	7,978	6,740	5,900	8,818	-	8,818
Quiz/Scholar Bowl	185	299	314	170	-	170
Teacher Classroom	371	4,823	4,264	930	-	930
PE Locks	696	19	-	715	-	715
Magazine	6,314	7,244	4,182	9,376	-	9,376
Pencil Project	144	198	239	103	-	103
Library	206	122	164	164	-	164
Video Tech	1,023	1,376	1,130	1,269	-	1,269
Special Project - School Improvements	8,916	12,134	14,273	6,777	-	6,777
Total Felten Middle School	29,904	41,703	39,344	32,263	-	32,263
Kennedy Middle School						
Library Improvements	65	8	48	25	-	25
State & City Tax	10	1,409	1,419	-	-	-
Educational Improvements	2,611	11,238	11,491	2,358	-	2,358
Yearbook	2,361	4,056	2,199	4,218	-	4,218
Total Kennedy Middle School	5,047	16,711	15,157	6,601	-	6,601
Wilson Grade School						
Principal's Contingency	1,153	2,181	2,288	1,046	-	1,046
Teacher Classroom	4,907	14,304	12,592	6,619	-	6,619
School Improvement	-	3,435	3,366	69	-	69
Yearbook	542	3,107	2,400	1,249	-	1,249
Library	719	363	801	281	-	281
Pen/Paper Machines	323	520	656	187	-	187
Boxtops/Campbell's Labels	290	920	421	789	-	789
Total Wilson Grade School	7,934	24,830	22,524	10,240	-	10,240
Lincoln Grade School						
Principal's Contingency	3,046	9,000	8,801	3,245	-	3,245
Teacher Classroom	1,984	4,016	2,873	3,127	-	3,127
Pictures	1,090	170	-	1,260	-	1,260
Sales Tax	-	21	21	-	-	-
Special Projects	5,844	4,847	3,155	7,536	-	7,536
Total Lincoln Grade School	11,964	18,054	14,850	15,168	-	15,168
Balance Carried Forward	\$ 166,868	368,620	342,973	192,515	1,174	193,689

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
District Activity Funds
Statement of Cash Receipts, Expenditures, and Unencumbered Cash
For the Year Ended June 30, 2008

Fund	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Balance Brought Forward	\$ 166,868	368,620	342,973	192,515	1,174	193,689
O'Loughlin Grade School						
School Pictures	5,188	2,728	2,742	5,174	-	5,174
Teacher Classroom	4,451	4,648	4,923	4,176	-	4,176
Book Fair	1,778	3,430	4,740	468	-	468
School and Field Trip Acct.	5,574	-	200	5,374	-	5,374
Ambassador	170	877	629	418	-	418
Yearbook	40	2,292	2,260	72	-	72
Notebooks	36	-	36	-	-	-
Candy	267	-	74	193	-	193
Agendas	690	540	717	513	-	513
Big G Tops	305	1,672	216	1,761	-	1,761
Principal's Fund	286	561	384	463	-	463
Binder	478	262	227	513	-	513
Pencil	247	659	248	658	-	658
Headphones	-	792	175	617	-	617
Earthworks	887	-	887	-	-	-
Exchange City	848	251	414	685	-	685
Total O'Loughlin Grade School	21,245	18,712	18,872	21,085	-	21,085
Roosevelt Grade School						
Library	584	132	204	512	-	512
RAS Daycare	1,037	-	1,037	-	-	-
Classroom Parties	-	732	238	494	-	494
Principal's Contingency	6,767	579	653	6,693	-	6,693
Teacher Classroom	3,701	3,698	3,850	3,519	-	3,519
Pencil & Notebook	2,008	1,378	997	2,389	-	2,389
Special Project	10,592	23,665	23,712	10,545	-	10,545
Total Roosevelt Grade School	24,689	30,184	30,721	24,152	-	24,152
Washington Grade School						
Principal's Contingency	2,172	2,304	2,100	2,376	-	2,376
Pictures	793	295	-	1,088	-	1,088
Yearbook	1,449	365	417	1,397	-	1,397
Book Programs	1,095	1,273	1,273	1,095	-	1,095
T-Shirts/Sweatshirts	415	1,349	1,319	445	-	445
Trip	828	91	99	820	-	820
Mentor Program	2,275	-	200	2,075	-	2,075
Classroom Activities	3,276	1,751	981	4,046	-	4,046
Pencils & Notebooks	390	183	184	389	-	389
Sports	236	-	20	216	-	216
Total Washington Grade School	12,929	7,611	6,593	13,947	-	13,947
Total School Projects	225,731	425,127	399,159	251,699	1,174	252,873
Total District Activity Funds	\$ 286,365	708,152	683,508	311,009	7,185	318,194

UNIFIED SCHOOL DISTRICT NO. 489

Hays, Kansas

Bond and Interest Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2008

(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues	\$ 772,214	785,533	762,357	23,176
Intergovernmental Revenue				
State Aid	30,320	7,564	7,564	-
Total Cash Receipts	802,534	793,097	769,921	23,176
Expenditures				
Principal	635,000	660,000	660,000	-
Interest	122,987	96,358	96,358	-
Commissions and Postage	-	-	25	25
Total Expenditures	757,987	756,358	756,383	25
Receipts Over (Under) Expenditures	44,547	36,739		
Unencumbered Cash, July 1	646,188	690,735		
Unencumbered Cash, June 30	\$ 690,735	727,474		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489

Hays, Kansas

No Fund Warrant Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2008

(With Comparative Actual Totals for the Prior Year Ended June 30, 2007)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues	\$ 113,603	117,045	118,778	(1,733)
Expenditures				
Principal	108,270	55,430	168,013	112,583
Interest	4,351	881	881	-
Operating Transfers	-	110,849	-	(110,849)
Total Expenditures	112,621	167,160	168,894	1,734
Receipts Over (Under) Expenditures	982	(50,115)		
Unencumbered Cash, July 1	49,133	50,115		
Unencumbered Cash, June 30	\$ 50,115	-		

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Notes to Financial Statements
June 30, 2008

1. Summary of Significant Accounting Policies

The District has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statements are presented to conform to the statutory basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The following is a summary of such significant policies.

A. Financial Reporting Entity

Unified School District No. 489, Hays, Kansas is a municipal corporation governed by an elected board. The District receives funding from local, state and federal government sources and must comply with the requirements of these funding sources.

Unified School District No. 489, Hays, Kansas, is the primary government as defined in GASB #14 and further amended by GASB #39. The School Board is elected by the public. The Board has the authority to make decisions, levy taxes, influence operations and has the primary accountability in fiscal matters.

The following is a component unit of **Unified School District No. 489, Hays, Kansas**. The District exercises significant influence or accountability based primarily on operational or financial relationships with the District (as distinct from legal relationships).

Unified School District 489 Foundation for Educational Excellence

The Unified School District No. 489 Foundation for Educational Excellence is organized as a non-profit organization in the State of Kansas for the sole purpose of providing charitable and educational functions to **Unified School District No. 489, Hays, Kansas**. Seven members of the Board of Trustees of the foundation are also members of the Board of Education of **Unified School District No. 489, Hays, Kansas**. Their financial statements are not included in this report. Contact the District Clerk for information on how to obtain their financial information.

B. Basis of Presentation – Fund Accounting

The accounts of the District are organized and operated on the basis of funds. In governmental accounting, a fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements.

The following types of funds comprise the financial activities of the District for the year ended June 30, 2008:

Governmental Type Funds

General Fund – reports as the primary fund of the District. The fund is used to account for all financial resources not reported in other funds.

Special Revenue Funds – to account for the proceeds of specific revenue sources (other than special assessments or major capital projects) that are restricted by law or administrative action to expend for specific purposes.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Notes to Financial Statements
June 30, 2008

B. Basis of Presentation – Fund Accounting (cont.)

Debt Service Funds - to account for the accumulation of resources for and the payment of interest and principal on general long-term debt and the financing of special assessments which are general obligations of the District.

Capital Project Fund - to account for the financial resources segregated for the acquisition of major capital facilities.

Fiduciary Fund

Student Activity Fund - an agency fund that accounts for the receipts and disbursements of monies from student activity organizations. These organizations exist with the explicit approval of and are subject to revocation by the District's Board of Education. This accounting reflects the District's agency relationship with the student activity organizations.

C. Statutory Basis of Accounting

The statutory basis of accounting, as used in the preparation of these statutory basis financial statements, is designed to demonstrate compliance with the statutory basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund, and an expenditure would be charged in the fund from which the transfer is made.

The District has approved a resolution that is in compliance with K.S.A. 75-1120 a(c), waiving the requirement for application of generally accepted accounting principles and allowing the District to use the statutory basis of accounting.

D. Departure From Accounting Principles Generally Accepted in the United States of America

The basis of accounting described above results in a financial statement presentation which shows cash receipts, cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expenses, liabilities such as deferred revenue and matured principal, and interest payable, and reservations of the fund balance are not presented. Under generally accepted accounting principles, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the year in accordance with generally accepted accounting principles. General capital assets that account for the land, buildings, and equipment owned by the District are not presented in the financial statements. Also, general long-term debt such as general obligation bonds, temporary notes, and compensated absences are not presented in the financial statements.

E. Accounting for Capital Assets and Depreciation

The District does not maintain a record of capital assets used in performance of general government operations as required by generally accepted accounting principles.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Notes to Financial Statements
June 30, 2008

F. Budgetary Information

Kansas Statutes require that an annual operating budget be legally adopted for the General Fund, Special Revenue Funds (unless specifically exempted by statute), and Debt Service Funds. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding fiscal year on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. The General Fund, Special Education Fund, and Coop Special Education Fund were amended during the fiscal year ended June 30, 2008.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the statutory basis of accounting, in which revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital project funds, fiduciary funds, and the following special revenue funds:

O'Loughlin Pre-School, Head Start, Early Head Start, Title I, Title I Carryover, Title I Migrant, Title IV Safe and Drug Free Schools, Title V Innovative Programs, Title II A Teacher Quality, Title II D Education Technology, Miscellaneous Mini Grants, Smart Start 2007 Grant, Smart Start 2008 Grant, ECMH Grant, Gate Receipts, and School Projects.

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Notes to Financial Statements
June 30, 2008

G. Encumbrances

Encumbrances represent commitments related to unperformed contracts for goods and services. Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation, is utilized in the governmental funds.

H. Deposits and Investments

The District follows the practice of pooling cash and investments of all funds. Each fund's portion of total cash and investments is summarized by fund type in the Summary of Cash Receipts, Expenditures, and Unencumbered Cash.

As of June 30, 2008, the District had no investments.

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the County in which the District is located or in an adjoining County if such institution has been designated as an official depository and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices.

Concentration of credit risk. State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The District did not use "peak periods" during the fiscal year 2008. All deposits were legally secured at June 30, 2008.

At June 30, 2008, the District's carrying amount of deposits was \$1,805,437 and the bank balance was \$4,732,746. The bank balance was held by three (3) banks resulting in a concentration of credit risk. Of the bank balance, \$300,226 was covered by federal depository insurance and \$4,432,520 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

I. Property Tax Calendar

Property taxes are collected and remitted to the District by the Ellis County and Rush County Treasurers. Taxes levied annually on November 1st are due one half by December 20th and one half by May 10th. Major property tax payments are received December through June and are recognized as revenue in the year received.

J. Inventories and Prepaid Expenses

Inventories and prepaid expenses which benefit future periods are recorded as expenditures during the year of purchase as required by state statutes.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Notes to Financial Statements
June 30, 2008

K. Compensated Absences

The District's contract with various employees permits them to accumulate sick leave. Certified and non-certified personnel may accumulate sick leave at 2 days per annum and 1 day per contract month with full salary. Unused sick leave is cumulative without limit. Upon termination, employees with five (5) years of service will receive accumulated sick leave at a rate of \$65 per day for all days above twenty (20) days. The total potential liability for sick leave approximated \$1,934,294 at June 30, 2008. This potential liability is disclosed in Note 2.

Classified personnel who have completed a full year of service on June 1 are granted paid vacation based on length of service. All vacation awarded in any given year shall be taken during that same contract year.

L. Defined Benefit Pension Plan

Plan Description - Unified School District No. 489, Hays, Kansas participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 South Kansas Avenue, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

Funding Policy - K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at 4% of covered salary. Member-employees' contributions are withheld by their employer and paid to KPERS according to the provisions of section 414(h) of the Internal Revenue Code. The State of Kansas is required to contribute the remaining amount necessary to achieve the actuarially determined contribution rate. Kansas contributed 7.37% of covered payroll for the fiscal year ended June 30, 2008. These contribution requirements are established by KPERS and are periodically revised. Kansas' contributions to KPERS for all Kansas public school employees for the years ending June 30, 2008, 2007, and 2006 were \$220,815,154, \$192,425,626, and \$159,728,918, respectively, equal to the required contributions for each year.

M. Deferred Compensation Plan

The District sponsors deferred compensation plans under the Internal Revenue Code Sections 403(b) and 457(b). Permanent and part time employees are eligible to participate under these plans. The employee is responsible for the amount of deferred compensation to be contributed. The District is not required to make any contributions.

N. Other Post Employment Benefits

The District provides post retirement healthcare benefits, effective September 18, 2000, in accordance with State statutes. To be eligible for early retirement, the employee must have been employed in the District in a full-time position at least ten years and turn 55 years of age or older prior to the first day of school the following year. The employee must be a current employee and give written notice to the Superintendent on or before May 10th of the year in which the employee wishes to retire early. The District will pay a minimum of \$4,990 annually toward the retired employees' health insurance in the District pool until the retiree reaches age 65. Throughout the year ended June 30, 2008, 57 retirees met those eligibility requirements. Expenditures for post retirement healthcare benefits are recognized as retirees report claims. During the year, expenditures of \$298,783 were recognized for post retirement healthcare.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Notes to Financial Statements
June 30, 2008

N. Other Post Employment Benefits (cont.)

As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. The District pays the full amount of the applicable premium for single coverage. The employee is responsible for any amounts above the single coverage premium. Conceptually, the District is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the District for this coverage. The premium is paid in full by the insured. There is no cost to the District under this program.

2. Long Term Debt

The District has the following types of Long Term Debt:

Lease Obligations – The District has entered into lease agreements with an option to purchase at the expiration of the lease terms. The leases contain a fiscal funding clause.

The changes in long term debt and the maturity of long term debt are disclosed on the following two pages.

UNIFIED SCHOOL DISTRICT NO. 489

Hays, Kansas

Notes to Financial Statements

Note 2 - Statement of Changes in Long Term Debt
For the Year Ended June 30, 2008

ISSUE	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
General Obligation Bond Series 1998	4.00-4.25%	09/01/98	\$ 4,440,000	11/01/10	\$ 2,615,000	-	(660,000)	(660,000)	1,955,000	96,358
No Fund Warrant	4.98%	10/18/04	319,834	10/18/07	55,430	-	(55,430)	(55,430)	-	881
Capital Leases										
Elementary Classroom Additions	4.92%	03/01/02	645,000	10/31/09	267,035	-	(84,776)	(84,776)	182,259	13,127
Band Instruments	7.51%	07/25/05	200,785	10/01/07	67,711	-	(67,711)	(67,711)	-	4,836
2000 John Deere Backhoe	5.25%	11/15/05	24,800	11/15/07	8,666	-	(8,666)	(8,666)	-	38
Dell Computers	4.30%	05/09/07	3,710,745	02/01/11	3,710,745	-	(901,301)	(901,301)	2,809,444	106,900
POS System	4.54%	07/17/07	41,840	02/01/11	-	41,840	(10,478)	31,362	31,362	822
Total Capital Leases			4,623,170		4,054,157	41,840	(1,072,932)	(1,031,092)	3,023,065	125,723
Total Contractual Indebtedness			9,383,004		6,724,587	41,840	(1,788,362)	(1,746,522)	4,978,065	222,962
Amount to be Provided for Compensated Absences	N/A	N/A	N/A	N/A	1,580,946	-	-	353,348	1,934,294	-
Total Long-Term Debt			\$ 9,383,004		\$ 8,305,533	41,840	(1,788,362)	(1,393,174)	6,912,359	222,962

UNIFIED SCHOOL DISTRICT NO. 489

Hays, Kansas

Notes to Financial Statements

Note 2 - Schedule of Maturity of Long Term Debt

For the Year Ended June 30, 2008

	YEAR			
	2009	2010	2011	Total
Principal				
General Obligation Bond - Series 1998	\$ 685,000	720,000	550,000	1,955,000
Capital Leases				
Elementary Classroom Additions	88,943	93,316	-	182,259
Dell Computers	896,934	935,917	976,593	2,809,444
POS System	9,988	10,447	10,927	31,362
Total Capital Leases	995,865	1,039,680	987,520	3,023,065
Total Principal	1,680,865	1,759,680	1,537,520	4,978,065
Interest				
General Obligation Bond - Series 1998	68,360	38,675	11,688	118,723
Capital Leases				
Elementary Classroom Additions	8,960	4,588	-	13,548
Dell Computers	111,267	72,283	31,607	215,157
POS System	1,312	854	374	2,540
Total Capital Leases	121,539	77,725	31,981	231,245
Total Interest	189,899	116,400	43,669	349,968
Total Principal and Interest	\$ 1,870,764	1,876,080	1,581,189	5,328,033

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Notes to Financial Statements
June 30, 2008

3. Operating Leases

The District is obligated under certain leases accounted for as operating leases. On October 6, 2004, the District entered into a five year operating lease agreement with Xerox Corporation for a Xerox 2101 Copier. Operating leases do not give rise to property rights or lease obligations, and therefore the results of the lease agreements are not reflected in the District's financial statements. The final payment of \$13,174 is due before June 30, 2009.

4. Transfers and Payments

Transfers and payments within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects and asset acquisitions, or maintaining debt service on a routine basis as authorized by Kansas Statutes. The District's operating transfers and statutory authority for June 30, 2008 were as follows:

<u>From</u>	<u>To</u>	<u>Statutory Authority</u>	<u>Amount</u>
General	Bilingual Education	K.S.A. 72-9509	\$ 60,810
General	Driver Training	K.S.A. 72-6423	25,577
General	Special Education	K.S.A. 72-6420	4,220,750
General	Professional Development	K.S.A. 72-9609	21,935
General	Summer School	K.S.A. 72-8237	6,216
General	Vocational Education	K.S.A. 72-6421	890,680
General	Parent Education Program	K.S.A. 72-3607	42,738
General	At Risk (4 Year Old)	K.S.A. 72-6414(b)	156,687
General	At Risk (K-12)	K.S.A. 72-6414(a)	1,183,371
General	Coop Special Education	K.S.A. 72-967	4,046,333
Special Education	Capital Outlay	K.S.A. 72-2939	110,849
No Fund Warrant			<u>\$10,765,946</u>
TOTAL			

5. Related Party Transactions

In accordance with Financial Accounting Standards Board of Statement No. 57 (the Statement), the following related party transactions were identified for the fiscal year 2008. Related party transactions do not include compensation arrangements, expense allowances and reimbursements, and similar items incurred in the ordinary course of operations and, accordingly, such items are not included below.

	<u>2008</u>
Richard Kraemer - Shareholder of Insurance Planning and a Board Member of Unified School District No. 489.	\$ 133,147
Alan Moore - Part owner of APAC, Inc. and a Board Member of Unified School District No. 489.	8,011
	<u>\$ 141,158</u>

6. Use of Estimates in the Preparation of Financial Statements

The preparation of financial statements on a prescribed basis of accounting that demonstrates compliance with the statutory basis and budget laws of the State of Kansas requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Notes to Financial Statements
June 30, 2008

7. Risk Management - Claims & Judgments

The District is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees and students; and natural disasters. The District has been able to obtain errors and omissions insurance at a cost it considered to be economically justifiable.

The District carries commercial insurance for all other risks of loss, including property, general liability, inland marine, umbrella, auto, workers compensation, and fidelity bond coverage.

Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three calendar years.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. At June 30, 2008, the financial statements do not include liabilities for anticipated costs.

8. Litigation

The District is party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material adverse impact on the funds of the District.

9. Grants and Shared Revenues

The District participates in numerous state and federal grant programs, which are governed by various rules and regulations for the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the District, any liability for reimbursement, which may arise as the result of the audit, is not believed to be material.

10. Comparative Data

Comparative data for the prior year has been presented in Statement 3 in the accompanying financial statements in order to provide an understanding of changes in the District's cash and unencumbered cash balances. However, complete comparative data (i.e., presentation of prior year totals in Statement 1 and Statement 2) has not been presented since their inclusion would make certain statements unduly complex and difficult to read.

11. Compliance with K.S.A. 72-6417(d) and K.S.A. 72-6434(d)

K.S.A. 72-6417(d) and K.S.A. 72-6434(d) require the school district to record any payment of general state aid that is due to be paid during the month of June and is paid to the school district after June 30, as a receipt for the school year ending on June 30. The following two pages show the revenue as required by these Statutes.

UNIFIED SCHOOL DISTRICT NO. 489

Hays, Kansas

General Fund

Notes to Financial Statements

Note 11 - Compliance with K.S.A. 72-6417(d) and K.S.A. 72-6434(d)

Statutory Revenues and Expenditures - Statutory and Budget

For the Year Ended June 30, 2008

	<u>Statutory Transactions</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
Statutory Revenues			
Taxes and Shared Revenues	\$ 4,161,922	4,068,158	93,764
Intergovernmental Revenue			
Equalization Aid	11,197,551	11,310,118	(112,567)
Mineral Production Tax	34,366	34,100	266
State Aid	7,000	-	7,000
Special Education State Aid	2,854,022	2,916,840	(62,818)
Other Sources			
Reimbursements	16,089	-	16,089
Total Statutory Revenues	<u>18,270,950</u>	<u>18,329,216</u>	<u>(58,266)</u>
Expenditures			
Instruction	4,699,986	4,722,186	22,200
Student Support Services	690,880	672,925	(17,955)
Instructional Support Services	676,777	555,691	(121,086)
General Administration	743,257	731,609	(11,648)
School Administration	1,909,809	1,786,566	(123,243)
Operations & Maintenance	1,944,484	1,863,995	(80,489)
Student Transportation Services	885,460	779,002	(106,458)
Other Supplemental Services	111,563	109,597	(1,966)
Operating Transfers	6,608,764	7,107,676	498,912
Adjustment to Comply with Legal Max	-	(81,356)	(81,356)
Legal General Fund Budget	<u>18,270,980</u>	<u>18,247,891</u>	<u>(23,089)</u>
(a) Adjustment for Qualifying Budget Credit	<u>-</u>	<u>23,089</u>	<u>23,089</u>
Total Expenditures	<u>18,270,980</u>	<u>18,270,980</u>	<u>-</u>
Statutory Revenues Over (Under) Expenditures	<u>(30)</u>		
Modified Unencumbered Cash, July 1	<u>30</u>		
Modified Unencumbered Cash, June 30	<u>\$ -</u>		
(a) Adjustment for Qualifying Budget Credit			
State Aid Over Amount Budgeted	\$ 7,000		
Reimbursements Over Amount Budgeted	<u>16,089</u>		
	<u>\$ 23,089</u>		

UNIFIED SCHOOL DISTRICT NO. 489

Hays, Kansas

Supplemental General Fund

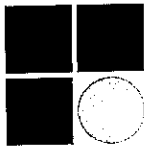
Notes to Financial Statements

Note 11 - Compliance with K.S.A. 72-6417(d) and K.S.A. 72-6434(d)

Statutory Revenues and Expenditures - Statutory and Budget

For the Year Ended June 30, 2008

	Statutory Transactions	Budget	Variance Favorable (Unfavorable)
Statutory Revenues			
Taxes and Shared Revenues	\$ 4,662,835	4,435,405	227,430
Intergovernmental Revenue			
Equalization Aid	766,742	766,742	-
Total Statutory Revenues	<u>5,429,577</u>	<u>5,202,147</u>	<u>227,430</u>
Expenditures			
Instruction	5,432,332	5,432,332	-
General Administration	5,556	5,556	-
Total Expenditures	<u>5,437,888</u>	<u>5,437,888</u>	<u>-</u>
Statutory Revenues Over (Under) Expenditures	(8,311)		
Modified Unencumbered Cash, July 1	<u>235,743</u>		
Modified Unencumbered Cash, June 30	\$ <u>227,432</u>		



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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

To the Board of Education
Unified School District No. 489
Hays, KS 67601

We have audited the financial statements of **Unified School District No. 489, Hays, Kansas**, as of and for the year ended June 30, 2008, which collectively comprise the District's basic primary government financial statements and have issued our report thereon dated December 8, 2008. The report on the audited financial statements was adverse because it was not presented in conformity with accounting principles generally accepted in the United States of America and did not include the component unit. Except as discussed in the preceding sentence, we conducted our audit in accordance with the Kansas Municipal Audit Guide, auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered **Unified School District No. 489, Hays, Kansas'** internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of **Unified School District No. 489, Hays, Kansas'** internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of **Unified School District No. 489, Hays, Kansas'** internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or a combination of control deficiencies, that adversely affects **Unified School District No. 489, Hays, Kansas'** ability to initiate, authorize, record, process, or report financial data reliably in accordance with the statutory basis of accounting such that there is more than a remote likelihood that a misstatement of **Unified School District No. 489, Hays, Kansas'** financial statements that is more than inconsequential will not be prevented or detected by **Unified School District No. 489, Hays, Kansas'** internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by **Unified School District No. 489, Hays, Kansas'** internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance And Other Matters

As part of obtaining reasonable assurance about whether **Unified School District No. 489, Hays, Kansas'** financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain other matters that we reported to management of **Unified School District No. 489, Hays, Kansas**, in a separate letter dated December 8, 2008.

This report is intended solely for the information and use of the Board of Education, management, others within the District, and for filing with the Kansas Department of Administration, Division of Accounts and Reports, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Adams, Brown, Beran & Ball

ADAMS, BROWN, BERAN & BALL, CHTD.
Certified Public Accountants

December 8, 2008



Certified
Public
Accountants

REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Board of Education
Unified School District No. 489
Hays, KS 67601

Compliance

We have audited the compliance of **Unified School District No. 489, Hays, Kansas**, with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2008. **Unified School District No. 489, Hays, Kansas'** major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of **Unified School District No. 489, Hays, Kansas'** management. Our responsibility is to express an opinion on **Unified School District No. 489, Hays, Kansas'** compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the Kansas Municipal Audit Guide; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about **Unified School District No. 489, Hays, Kansas'** compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of **Unified School District No. 489, Hays, Kansas'** compliance with those requirements.

In our opinion, **Unified School District No. 489, Hays, Kansas**, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2008.

Internal Control Over Compliance

The management of **Unified School District No. 489, Hays, Kansas**, is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered **Unified School District No. 489, Hays, Kansas'** internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of **Unified School District No. 489, Hays, Kansas'** internal control over compliance.

Internal Control Over Compliance (Cont.)

A *control deficiency* in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the Board of Education, management, others within the District, and for filing with the Kansas Department of Administration, Division of Accounts and Reports, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Adams, Brown, Beran & Ball

ADAMS, BROWN, BERAN & BALL, CHTD.
Certified Public Accountants

December 8, 2008

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas

Supplemental Information

For the Year Ended June 30, 2008

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2008

A. Summary of Auditors' Results -

1. The auditors' report expresses a qualified opinion on the financial statements of **Unified School District No. 489, Hays, Kansas**.
2. No significant deficiencies relating to the audit of the financial statements are reported in the Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*.
3. No instances of noncompliance material to the financial statements of **Unified School District No. 489, Hays, Kansas**, were discussed during the audit.
4. No significant deficiencies relating to the audit of the major federal award programs are reported in the Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133.
5. The auditors' report on compliance for the major federal award programs for **Unified School District No. 489, Hays, Kansas**, expresses an unqualified opinion on all major federal programs.
6. Audit findings that are required to be reported in accordance with Section 510(a) of OMB Circular A-133 are reported in this schedule.
7. The programs tested as major programs were:

10.553	School Breakfast Program
10.555	National School Lunch Program
10.559	Summer Food Service Program for Children
93.575	Child Care and Development Block Grant
93.600	Head Start Program
8. The threshold for distinguishing Types A and B programs was \$300,000.
9. **Unified School District No. 489, Hays, Kansas**, does not qualify as a low risk auditee.

B. Compliance - Financial Statement Audit -

No material findings are required to be disclosed under *Government Auditing Standards*.

C. Findings and Questioned Costs - Major Federal Award Programs Audit -

No material findings or questioned costs are required to be disclosed under OMB Circular A-133.

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Summary Schedule of Prior Year Audit Findings
For the Year Ended June 30, 2008

Findings and Questioned Costs – Major Federal Award Programs

No material findings or questioned costs were reported for June 30, 2007.

UNIFIED SCHOOL DISTRICT NO. 489

Hays, Kansas

Schedule of Expenditures of Federal Awards - Statutory Basis
For the Year Ended June 30, 2008

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Agency or Pass-Through Number	Expenditures
<u>U.S. Department of Agriculture</u>			
Passed Through Kansas State Department of Education:			
Food Service Fund			
National School Lunch Program	10.555	3530-3500 3500 9902/03/12 \$	460,030
School Breakfast Program	10.553	3529-3490 3490 9904	76,252
Summer Food Service Program for Children	10.559	3230-3020 3020 9923/25/88	14,029
State Administrative Expenses for Child Nutrition	10.560	3230-3020 R201	1,050
Child & Adult Care Food Program	10.558	3531-3510 3510 9916/21	49,705
Total Food Service Fund			<u>601,066</u>
<u>U.S. Department of Education</u>			
Passed Through Kansas State Board of Education:			
Title I Fund			
Title I Grants to Local Educational Agencies	84.010	3532-3520 3520	<u>367,069</u>
Title I Carry Over			
Title I Grants to Local Educational Agencies	84.010	3532-3520 3520	<u>11,000</u>
Title I Migrant Fund			
Migrant Education - Basic State Grant Program	84.011	3537-3570 3570	<u>67,200</u>
Coop Special Education Fund			
Special Education - Grants to States	84.027	3234-3050 3050 1000/5000	844,105
Special Education - Preschool Grants	84.173	3535-3550 3550 1000	<u>32,673</u>
Total Coop Special Education Fund			<u>876,778</u>
Vocational Education Fund			
Vocational Ed- Basic Grants to States	84.048	3539-3590-3590-9920	<u>28,041</u>
Title V Innovative Program Fund			
Title V Innovative Education Programs	84.298	3533-3530 3530 9901	<u>4,753</u>
Title II A Teacher Quality Fund			
Improving Teacher Quality State Grants	84.367	3256-3860 3860	<u>142,641</u>
Title II D Technology Fund			
Technology Literacy Challenge Fund Grant	84.318	3233-3040 3040 9963	<u>4,051</u>
Title IV Drug Free Fund			
Safe & Drug Free Schools and Communities - State Grant	84.186	3795-3100 3100 1000	<u>10,603</u>
Balance Carried Forward			<u>\$ 2,113,202</u>

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Schedule of Expenditures of Federal Awards - Statutory Basis
For the Year Ended June 30, 2008

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Agency or Pass-Through Number	Federal Disbursements/ Expenditures
Balance Brought Forward			\$ 2,113,202
General Fund Vocational Ed- Basic Grants to States	84.048	3539-3590-3590-9920	195
General Fund Charter Schools	84.282	3795-3100-3100-1000	90
<u>U.S. Department of Health & Human Services</u>			
Direct Programs:			
Head Start Fund Head Start Program	93.600	2K96G	859,193
Early Head Start Fund Head Start Program	93.600	2K96G	195,896
Passed Through Kansas Department of Social Rehabilitation Services Child Care & Development Block Grant	93.575	05-07CH0406	471,860
Total Early Head Start Fund			667,756
Passed Through Kansas Department of Social Rehabilitation Services:			
Capital Outlay Fund Medical Assistance Program	93.778	N/A	10,481
General Fund Medical Assistance Program	93.778	N/A	13,489
Total Expenditures of Federal Awards			\$ 3,664,406

UNIFIED SCHOOL DISTRICT NO. 489
Hays, Kansas
Notes to Schedule of Expenditures of Federal Awards – Statutory Basis
For the Year Ended June 30, 2008

Note 1 - Basis of Presentation:

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of **Unified School District No. 489, Hays, Kansas**, and is presented on the basis of accounting that demonstrates compliance with the statutory basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than generally accepted accounting principles. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*.